

STATE RISK MANAGEMENT WORKERS COMPENSATION FUND
INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2006

	July-06				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Month	Net ROR	FYTD	FY06	Ended	Ended
		Actual	Policy		Net	Net	6/30/2006	6/30/2006
							Net	Net
LARGE CAP DOMESTIC EQUITY								
<i>Structured Growth</i>								
Los Angeles Capital	141,381	3.7%	4.2%	-3.69%	-3.69%	11.12%	N/A	N/A
Total Structured Growth	141,381	3.7%	4.2%	-3.69%	-3.69%	11.12%	N/A	N/A
<i>Russell 1000 Growth</i>				-1.90%	-1.90%	6.12%	N/A	N/A
<i>Structured Value</i>								
LSV	159,836	4.2%	4.2%	2.03%	2.03%	15.05%	N/A	N/A
<i>Russell 1000 Value</i>				2.43%	2.43%	12.10%	N/A	N/A
<i>Russell 1000 Enhanced Index</i>								
LA Capital	283,740	7.5%	8.3%	-1.08%	-1.08%	11.58%	N/A	N/A
<i>Russell 1000</i>				0.22%	0.22%	9.08%	N/A	N/A
<i>S&P 500 Enhanced Index</i>								
Westridge	339,611	9.0%	8.3%	0.65%	0.65%	8.77%	N/A	N/A
<i>S&P 500</i>				0.62%	0.62%	8.63%	N/A	N/A
<i>Index</i>								
State Street	105,232			0.85%	0.85%	9.51%	N/A	N/A
Total Index	105,232	2.8%	2.8%	0.85%	0.85%	9.51%	N/A	N/A
<i>S&P 500</i>				0.62%	0.62%	8.63%	N/A	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	1,029,800	27.2%	27.8%	-0.22%	-0.22%	10.95%	N/A	N/A
<i>S&P 500</i>				0.62%	0.62%	8.63%	N/A	N/A
SMALL CAP DOMESTIC EQUITY								
<i>Manager-of-Managers</i>								
SEI	332,902	8.8%	9.3%	-3.55%	-3.55%	13.58%	N/A	N/A
<i>Russell 2000 + 200bp</i>				-3.09%	-3.09%	16.86%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	332,902	8.8%	9.3%	-3.55%	-3.55%	13.58%	N/A	N/A
<i>Russell 2000</i>				-3.25%	-3.25%	14.58%	N/A	N/A
DOMESTIC FIXED INCOME								
<i>Core Bond</i>								
Western Asset	800,252	21.1%	20.0%	1.65%	1.65%	-0.90%	N/A	N/A
<i>Lehman Aggregate</i>				1.35%	1.35%	-0.81%	N/A	N/A
<i>Core Plus/Enhanced</i>								
Clifton Group	182,782	4.8%	6.7%	N/A	N/A	N/A	N/A	N/A
Prudential	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Total Core Plus/Enhanced	182,782	4.8%	6.7%	N/A	N/A	N/A	N/A	N/A
<i>Lehman Aggregate</i>				1.35%				
<i>Index</i>								
Bank of ND	530,341	14.0%	13.3%	1.08%	1.08%	-1.14%	N/A	N/A
<i>Lehman Gov/Credit (1)</i>				1.30%	1.30%	-1.52%	1.04%	4.78%
<i>BBB Average Quality</i>								
Wells Capital (formerly Strong)	797,615	21.1%	20.0%	1.51%	1.51%	-2.11%	N/A	N/A
<i>Lehman US Credit BAA</i>				1.58%	1.58%	-2.37%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	2,310,989	61.0%	60.0%	1.43%	1.43%	-1.39%	N/A	N/A
<i>Lehman Aggregate (2)</i>				1.35%	1.35%	-0.81%	N/A	N/A
CASH EQUIVALENTS								
Bank of ND	113,662	3.0%	3.0%	0.45%	0.45%	4.50%	N/A	N/A
<i>90 Day T-Bill</i>				0.42%	0.42%	4.00%	N/A	N/A
TOTAL RISK MANAGEMENT FUND	3,787,352	100.0%	100.0%	0.49%	0.49%	3.25%	N/A	N/A
<i>POLICY TARGET BENCHMARK</i>				0.69%	0.69%	3.37%	N/A	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.